

State of Utah DEPARTMENT OF NATURAL RESOURCES Division of Oil, Gas & Mining

MICHAEL R. STYLER Executive Director

JOHN R. BAZA Division Director

Inspection Report Minerals Regulatory Program April 17, 2007

Supervisor

Mine Name: Claim 35K Operator Name: A G Hold, Associates (Jack Grover)

Inspection Date: April 4, 2007

Permit number: S/041/013

Time: 2:00 pm

Inspector(s): Rob Ernst, USFS; Lynn Kunzler, DOGM

Other Participants: Jack Grover, Don Johansen, Mike Johansen

Mine Status: Incactive

| Trime States. Medetive | | | | |
|------------------------|--|------------------------|-------------|-------------|
| | Elements of Inspection | Evaluated | Comment | Enforcement |
| 1. | Permits, Revisions, Transfer, Bonds | \boxtimes | | |
| | Public Safety (shafts, adits, trash, signs, highwalls) | $\overline{\boxtimes}$ | | |
| | Protection of Drainages / Erosion Control | = 129 | | |
| 4. | Deleterious Material | | | |
| | Roads (maintenance, surfacing, dust control, safety) | | | |
| 6. | Backfilling/Grading (trenches, pits, roads, highwalls, | | \boxtimes | |
| | Soils | | | |
| 8. | Revegetation | \boxtimes | \boxtimes | Ш |
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Purpose of Inspection:

This was a pre-reclamation on-site meeting to review reclamation requirements with the operator

Inspection Summary:

After the November 15, 2006 inspection, and the determination that this site has been inactive for 10 years or more, the operator was informed of the need to reclaim the site, or to go before the Board to request continued suspension of a mining operation. The operator subsequently decided to reclaim the site and requested we meet on site to review what would need to be done to complete reclamation.

Most of the area had volunteer vegetation established, however, there is significant garbage (mostly mining related) that needs to be cleaned up. The operator asked about the non-mining related garbage and was also told that he could remove it as well.

The area also needs some minor regrading on pads and dump slopes to blend slopes to match surrounding topography (most of the slopes are less that 6 feet high).

The highwall needs to be reduced and stabilized to eliminate safety concerns of falling rock.

Re-affected areas will need to be seeded. The Forest Service will provide a seed mix recommendation to the operator.

Conclusions and Recommendations:

The Operator concurred with the required reclamation work to be done. They have contracted with Nephi Sandstone to do the work. It is expected that the reclamation work will be completed by June. The operator will notify the Division and the Forest Service a few days before work begins so that a site visit can be scheduled prior to demobilization, to assure all work is completed satisfactorily.

Inspector's Signature

LK:pb

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